

August 14, 2023

TO: ALL PERSONS, FIRMS, AND CORPORATIONS engaged in the business of leasing or renting tangible personal property in the **Millbrook** Alabama, and its police jurisdiction (located in Autauga and Elmore County)

On June 13, 2023, the governing body of the Millbrook adopted Ordinance No. 23-03 changing the rates of the Millbrook rental tax **effective September 1, 2023**. The new rental tax rates are shown below:

Rental Tax Rates:	<u>Old Rates</u>	<u>New Rates</u>
Lease or rental of tangible personal property.....	3.50%	4.50%
Lease or rental of automotive vehicles, truck trailers, semi-trailers and house trailers.....	1.50%	1.50%
Lease or rental of linens and garments.....	1.50%	1.50%

If rentals/leases are made to lessees outside the corporate limits of the Millbrook but within the police jurisdiction, the rates of tax are one-half of those stated above.

The Law requires that Millbrook rental tax be collected, reported and remitted in the same manner as the State rental tax. The Millbrook rental tax is to be included on the electronic local tax return assigned to you (City and County Tax Return, form 9501). Enter the gross amounts and deductions, and all calculations will be done automatically for you. These taxes are filed online through My Alabama Taxes (MAT) at myalabamataxes.alabama.gov.

Please direct all questions regarding the Millbrook rental tax to this office:

Alabama Department of Revenue
Sales and Use Tax Division
Post Office Box 327710
Montgomery, Alabama 36132-7710
334-242-1490 or 866-576-6531

JUN 14 2023

Local Tax Section
Alabama Dept. of Revenue

ORDINANCE 23-03

**AN ORDINANCE AMENDING ORDINANCE 96-9
CITY OF MILLBROOK, ALABAMA, TAX ON LEASING OR
RENTING OF TANGIBLE PERSONAL PROPERTY**

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF MILLBROOK, ALABAMA, that Chapter 50 Licenses and Taxation, Article VI. Tax on Leasing or Renting Tangible Personal Property is hereby amended as follows:

SECTION 1: Article VI. Tax on Leasing or Renting Tangible Personal Property. Sec. 50-204 is hereby deleted in its entirety and replaced as follows:

Sec. 50-204 – Levy of Tax in Police Jurisdiction.

Beginning September 1, 2023, in addition to all other taxes now imposed by law there is levied a privilege or license tax at one-half (½) the rates specified in section 50-208, outside the corporate limits of the city, but within the police jurisdiction. Provided further, that except for the amount of the excise or use tax herein levied within the police jurisdiction of the city but without the corporate limits thereof, all the provisions of this division extend and apply to all the area within the police jurisdiction of the city, subject to the provisions of Act 2021-297 enacted by the Alabama Legislature during the 2021 Regular Session.

SECTION 2: Article VI. Tax on Leasing or Renting Tangible Personal Property is hereby amended to include Sec. 50-208 as follows:

Sec. 50-208. – Tax Levied.

(a) Beginning September 1, 2023, there is hereby levied, in addition to all other taxes of every kind now imposed by law, and shall be collected as herein provided, a privilege or license tax on each person engaging or continuing within the city in the business of leasing or renting tangible personal property at the rate of four and one-half (4.5) percent of the gross proceeds derived by the lessor from the lease or rental of tangible personal property; provided, that the said privilege or license tax on each person engaging or continuing within the city in the business of leasing or renting any automotive vehicle or truck trailer, semi-trailer, or house trailer shall be at the rate of one third (1.5) percent of four and one-half (4.5) percent of the gross proceeds derived by the lessor from the lease or rental of such automotive vehicle or truck trailer, semi-trailer or house trailer; provided further, that the tax levied in this section shall not apply to any leasing or rental, as lessor, by the state, or any municipality or county in the state, or any public corporation organized under the law of the state, including without limiting the generality of the foregoing, any corporation organized under the provisions of Code of Ala. §§ 11-54-80 through 11-54-101; provided further, that the privilege or license tax on each person or firm engaging or continuing within the city in the business of the leasing and rental of linens and garments shall be at the rate

of one and one-half (1.5) percent of the gross proceeds derived by the lessor from the lease or rental of such linens and garments.

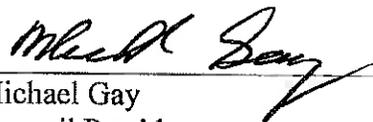
(b) Provisions of state rental tax statutes applicable to this section and taxes herein levied. The taxes levied by subsection (a) shall be subject to all definitions, exceptions, exemptions, proceedings, requirements, rules, regulations, provisions, discounts, penalties, fines, punishments, and deductions as are provided by Code of Ala. §§ 40-2A-7 and 40-12-200 to 40-12-224, and 11-51-207, inclusive.

SECTION 3: All other sections or provisions of the Code of Ordinances of the City of Millbrook, Alabama not specifically mentioned herein remain in full force and effect.

SECTION 4. Should any section or provision of this Ordinance be held invalid, such holding shall not affect any section or provision hereof which is not of itself invalid.

SECTION 5. This Ordinance shall become effective upon its adoption and publication as required by law.

ADOPTED AND APPROVED this 13th day of June, 2023.



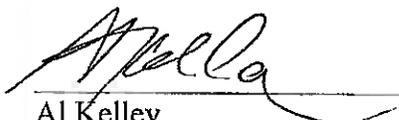
Michael Gay
Council President

ATTEST:



Lori Davis
City Clerk

APPROVED:



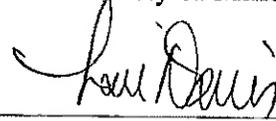
Al Kelley
Mayor

VETOED:

Al Kelley
Mayor

CERTIFICATE AS TO APPROVAL OR VETO BY MAYOR

I, the undersigned City Clerk of the City of Millbrook, Alabama do hereby certify that the above and foregoing Ordinance was duly approved vetoed by the Mayor of the City of Millbrook on the 13th day of June, 2023.



Lori Davis
City Clerk

CERTIFICATE AS TO COUNCIL'S ACTION FOLLOWING MAYOR'S VETO

I, Michael Gay, as President of the City Council of the City of Millbrook, AL hereby certify that on the _____ day of June, 2023, that the council voted to sustain/override the Mayor's veto of this Ordinance.

Michael Gay
Council President

ATTESTED BY:

Lori Davis
City Clerk

PUBLISHING

I, the undersigned City Clerk of the City of Millbrook, Alabama do hereby certify that the above and foregoing Ordinance has been published by posting in four public places.



Lori Davis
City Clerk